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TECHNICAL MEMORANDUM

Utah Coal Regulatory Program

April 19, 2012

TO: Internal File

THRU: Steve Christensen, Team Lead *SC*

FROM: Angela Nance, Business Analyst *an*

RE: Construction of Burma Evaporation Basin, Genwal Resources, Inc., Crandall Canyon Mine, C/015/0032, Task ID #3997

SUMMARY:

On January 12, 2012, the Division received significant revision to amend the Crandall Canyon MRP to include the construction of the Burma evaporation basin. As part of this Significant Revision review, the Ownership and Control information was reviewed.

TECHNICAL ANALYSIS:

GENERAL CONTENTS

IDENTIFICATION OF INTERESTS

Regulatory Reference: 30 CFR 773.22; 30 CFR 778.13; R645-301-112

Analysis:

The Chapter 1 volume contains ownership and control information for Genwal Resources, Inc. Genwal Resources, Inc. is a wholly owned subsidiary of Andalex Resources, Inc. and is a Utah corporation licensed to do business in Utah. Genwal Resources, Inc. is the Permittee and the operator for the Crandall Canyon Mine.

As of September 29, 2010, IPA is no longer a tenant in common of the Crandall Canyon Project. Intermountain Power Agency conveyed all of its interests regarding the Crandall Canyon Mine to Andalex Resources, Inc.

Findings:

Two small discrepancies were identified during the review of the Ownership and Control information found in the MRP.

The following deficiencies must be addressed in accordance with **R645-301-112.330:**

Murray Energy Corporation

1. The AVS database shows **John R. Forrelli**, as **Senior Vice President** with a Begin Date of 11/01/10. The MRP shows John R. Forrelli as a Vice President with a Begin Date of 09/11/07 (which happens to be consistent with his listing under Coal Resources, Inc. – leading me to believe this is possibly a typo). *Please address this discrepancy by either updating the information in the MRP or by indicating in a letter that AVS should update their database to reflect the information showing in the current MRP.*
2. The AVS database shows **Micheal O. McKown**, **Senior Vice President** (HR & Legal) with an End Date of 04/08/11. This End Date is not in the current MRP. *Please address this discrepancy by updating the information in the MRP.*

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RECOMMENDATIONS:

The application should not be approved until the above-listed corrections have been made.

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